LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6636 NOTE PREPARED: Dec 17, 2002

BILL NUMBER: HB 1171 BILL AMENDED:

SUBJECT: Motor Vehicle Accident Reports.

FIRST AUTHOR: Rep. Herrell BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

Summary of Legislation: This bill increases the threshold apparent amount of damage to property caused by an accident for which a report must be filed to \$2,500 and makes corresponding changes to related statutes.

Effective Date: July 1, 2003.

Explanation of State Expenditures: For the Bureau of Motor Vehicles (BMV) which compiles and reports on the number of accidents at the current threshold of \$750, there will be a reduction in related expenditures. On average over the last three years, approximately 40,000 such reports were filed. The fund affected is the Motor Vehicle Highway Account which supports the BMV.

In addition, with the higher threshold level, this proposal may reduce the number of investigations conducted and reports filed by the State Police and local law enforcement officers.

Explanation of State Revenues: A higher property damage threshold may reduce the amount of fee and fine revenue from the enforcement of the provisions on traffic regulation and proof of financial responsibility.

Explanation of Local Expenditures: With the higher threshold level, this proposal may reduce the number of investigations conducted and reports filed by local law enforcement officers.

Explanation of Local Revenues: See *Explanation of State Revenues*.

State Agencies Affected: Bureau of Motor Vehicles.

HB 1171+ 1

Local Agencies Affected:

<u>Information Sources:</u> Citations and Suspensions Reports for the last three years.

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HB 1171+ 2